

RESOLUTION OF THE CALIFORNIA HOUSING FINANCE
AGENCY CONCERNING FINANCING OF PURCHASE OF LOANS RELATED
TO NEIGHBORHOOD PRESERVATION PROGRAM

August 15, 1978

WHEREAS, the California Housing Finance Agency (the "Agency") has determined that there exists a need in California for financial assistance for the purchase, rehabilitation or making of general repairs and improvements to residential structures of not more than four dwelling units (the "Residential Structures") located in areas of substantial deterioration of Residential Structures, and in areas in which there is a recent history of mortgage deficiency, but in which deterioration has not progressed so far that there exists a substantial number of Residential Structures which do not conform to rehabilitation standards;

WHEREAS, the Agency has determined that it is in the public interest for the Agency to provide such financial assistance by means of a program to purchase loans to finance Residential Structures or to finance the rehabilitation or general repairs or improvements to Residential Structures (the "Loans"), each such Loan being insured for at least the first fifty percent (50%) of the principal amount and accrued interest of the Loan by one or more of the following entities: the United States government or an agency or instrumentality thereof, the Agency, or private mortgage guaranty insurers, or guaranteed by the Veterans Administration;

WHEREAS, pursuant to the Zenovich-Moscone-Chacon Housing and Home Finance Act (the "Act") the Agency has the authority to issue bonds to provide sufficient funds to finance the purchase of Loans, the payment of capitalized interest on the bonds, the establishment of reserves to secure the bonds, and other expenditures of the Agency incident to, and necessary or convenient to the issuance of the bonds;

WHEREAS, prior to the issuance of its bonds the Board of Directors of the Agency is required to submit to the Housing Bond Credit Committee a statement of the purpose for which the Bonds are proposed to be issued and the amount of the proposed issuance; and

WHEREAS, final approval of the terms of the offering of the California Housing Finance Agency Home Ownership and Home Improvement Revenue Bonds, 1978 Series D (the "Bonds") and of the Bonds and the authorization of the sale of the Bonds will be considered at a later meeting of the Authority;

NOW, THEREFORE, BE IT RESOLVED by the California Housing Finance Agency as follows:

Section 1. The Bonds are proposed to be issued to finance the purchase of Loans by the Agency from mortgage lenders certified by the Agency to do business with the Agency.

Section 2. Pursuant to the Act, and subject to the approval of the Housing Bond Credit Committee, the issuance of revenue bonds of the Agency, designated as "California Housing Finance Agency Home Ownership and Home Improvement Revenue Bonds, 1978 Series D," in an aggregate principal amount not exceeding fifty million dollars (\$50,000,000) (the "Bonds"), is hereby approved in principle.

Section 3. The Chairperson of the Board of Directors of the Agency (the "Chairperson") is hereby requested and authorized on behalf of the Board of Directors of the Agency to submit to the Housing Bond Credit Committee pursuant to the Zenovich-Moscone-Chacon Housing and Home Finance Act, a statement of the purpose for which the Bonds are proposed to be issued and the amount of the proposed issuance.

Section 4. The President is hereby authorized and directed, for and on behalf and in the name of the Agency to notify the Treasurer of the State of California (the "State Treasurer") of the amount of the proposed Bonds and to select a date for the sale of the Bonds with the concurrence of the State Treasurer. The State Treasurer hereby is requested to coordinate with the President of the Agency and set forth in the Notice of Bond Sale mentioned hereinafter, the date upon which bids for the Bonds shall be received.

Section 5. The proposed form of Notice of Bond Sale publicly soliciting bids for the purchase of the Bonds and, providing the terms of the public sale thereof by competitive bidding, as presented to this meeting, is hereby approved. The President is hereby expressly authorized to determine the terms of sale of the Bonds and to determine the limitations to be set forth in the Notice of Bond Sale in final form on the bids for the purchase of the Bonds. The State Treasurer is hereby authorized and requested to cause a Notice of Bond Sale in substantially the form presented to this meeting, with such insertions and changes therein as the President, with the advice of counsel, may require or approve, to be published once in such newspapers or journals as he may select, on such date or dates as he may deem advisable. Bids for the Bonds shall be received at the time and place, and subject to the terms and conditions, set forth in said Notice of Bond Sale. The President is hereby authorized and directed, for and on behalf and in the name of the Agency, to deliver and cause to be publicly circulated said Notice of Bond Sale.

Section 6. The draft form of the Preliminary Official Statement of the Agency relating to the Bonds as presented to this meeting is hereby approved. The President is hereby authorized to sign a Preliminary Official Statement in substantially said form with such changes and insertions therein as he may approve after consulting with counsel, and the circulation of said Preliminary Official Statement to prospective purchasers of the Bonds is hereby approved.

Section 7. The President is further authorized to hold one or more information meetings on the Bonds and to distribute other information and material relating to the Bonds.

Section 8. The State Treasurer and officers of the Agency are hereby authorized and directed, jointly and severally to do any and all things and to execute and deliver any and all documents which they may deem necessary or advisable in order to prepare the proposed Bonds for final approval by the Agency and to accomplish the submission of a statement of purpose and amount to the Housing Bond Credit Committee, the publication of the Notice of Bond Sale, the circulation of the Notice of Bond Sale and the Preliminary Official Statement and otherwise to effectuate the purposes of this resolution.

I hereby certify that this is a true and correct copy of Resolution 78-75 adopted at a duly constituted meeting of the Board of Directors of the California Housing Finance Agency held on August 15, 1978.

Attest:


Stuart Honse
Secretary